

Energize Indiana: A Vision for Indiana's Future

www.energize.IN.gov

What is Energize Indiana?

- \$1.25 billion investment
- A 10 year plan for improving the economy
- Investments in workers, students and business
- Economic diversification: high-wage, high-skill jobs in four targeted sectors

"We can sit and wring our hands and bemoan a national recession. Or we can act assertively, decisively, deliberately. We choose to act. We choose to Energize Indiana."
—Governor Frank O'Bannon, Dec. 4, 2002

Why is now the right time for EI?

- The education and economic groundwork has been laid:
 - K-12 accountability and standards
 - Community College of Indiana
 - 21st century R&T fund
 - Commerce reorganization
 - Tax restructuring
- EI is next logical step

Who pays for EI?

- No state tax dollars
- Sale of bonds, unused trust fund, federal money

Why securitize tobacco?

- Eliminates risk to taxpayers
- Money is guaranteed
- Rate of return: about 96 cents on dollar

Will EI affect health programs?

- No. EI bonds the 40 percent of *unused* tobacco funds
- The 60 percent of tobacco funds currently used for health programs will go *untouched*

What will EI mean for Hoosiers?

- 200,000 new high-wage, high-skill jobs
- 200,000 additional students in higher ed, credential programs
- Growth of per capita income faster than national average

What four industrial sectors is EI investing in?

Advanced manufacturing
Robotics
Aerospace technology

Life sciences
Orthopedics
Biomedical R&D

Information technology
Fiber optics
Software development

21st century logistics
High-tech distribution
Intermodal ports

Where the money for Energize Indiana is coming from...

Investment Total: \$1.247 billion

\$100 M:
High-tech financing by Indiana Port Commission

\$100 M:
PERF & TRF investments in four sectors

\$160 M: Federal economic stimulus package (Reed Act)

\$692 M:
Securitize 40 percent of future tobacco funds

\$195 M:
Unused tobacco settlement trust funds

...and where it is going

Investment Total: \$1.247 billion

(italic text denotes use of tobacco settlement funds)

\$360 M: Research and development

\$100 M: Low-rate financing for public and private infrastructure

\$100 M: Targeted investment of pension funds in four targeted sectors

\$50 M: Modernizing state unemployment

\$60 M: Unemployment benefits extension

\$50 M: Worker skills assessment and job matching

\$40 M: Technology centers or parks

\$42 M: Rural development

\$75 M: University construction

\$200 M: K-12 education standards and accountability

\$135 M: College scholarships for study in four targeted sectors

\$35 M: *SSACI*